

COUNTY ADMINISTRATIVE OFFICE

BUDGET UNIT: MEDICAL CENTER LEASE PAYMENT FUND (EMD JPL)

I. GENERAL PROGRAM STATEMENT

This unit funds the cost of long-term lease payments to the Inland Empire Public Facilities Corporation for the Arrowhead Regional Medical Center (ARMC) facility. Funding sources include state revenues from the SB 1732 – Construction Renovation/Reimbursement Program, operating transfers from ARMC representing Medicare and fee for service revenues, and operating transfers from the general fund backed by realignment revenues and tobacco settlement proceeds. There is no staffing associated with this budget unit.

II. BUDGET & WORKLOAD HISTORY

	<b>Actual</b> <b>2001-02</b>	<b>Budget</b> <b>2002-03</b>	<b>Estimated</b> <b>2002-03</b>	<b>Department</b> <b>Request</b> <b>2003-04</b>
Total Operating Expense	53,529,236	53,115,289	53,019,207	53,158,112
Total Financing Sources	53,529,236	53,115,289	53,019,207	53,158,112

III. HIGHLIGHTS OF RECOMMENDED PROGRAM FUNDED ADJUSTMENTS

**STAFFING CHANGES**

None.

**PROGRAM CHANGES**

Services and supplies reflect a slight increase due to an estimated increase in net lease payments coupled with an increase in trustee/administrative fees associated with the debt. State revenues from the SB 1732 – Construction Renovation/Reimbursement program are increased as this reimbursement is based on a percentage of the net lease payments. As mentioned in the Master Settlement Agreement budget unit, annual payments to the County of San Bernardino of tobacco settlement proceeds are scheduled to decrease by \$2.7 million in 2003-04. This decrease will be offset by an increase in realignment revenues of \$2.7 million.

**OTHER CHANGES**

None.

IV. VACANT POSITION IMPACT

None.

V. OTHER POLICY ITEMS

None.

VI. FEE CHANGES

None.

GROUP: Administrative/Executive  
DEPARTMENT: County Administrative Office - Medical Center Lease  
FUND: Enterprise EMD JPL

FUNCTION: General  
ACTIVITY: Property Mgmt

## ANALYSIS OF 2003-04 BUDGET

	A	B	C	D	B+C+D E Board Approved Base Budget
	2002-03 Year-End Estimates	2002-03 Final Budget	Base Year Adjustments	Mid-Year Adjustments	
<b><u>Appropriation</u></b>					
Services and Supplies	53,019,207	53,115,289	-	-	53,115,289
Total Operating Expense	53,019,207	53,115,289	-	-	53,115,289
<b><u>Revenue</u></b>					
State, Fed or Gov't Aid	27,108,973	24,466,969	-	-	24,466,969
Total Revenue	27,108,973	24,466,969	-	-	24,466,969
Operating Transfers In	25,910,234	28,648,320	-	-	28,648,320
Total Financing Sources	53,019,207	53,115,289	-	-	53,115,289

GROUP: Administrative/Executive  
DEPARTMENT: County Administrative Office - Medical Center Lease  
FUND: Enterprise EMD JPL

FUNCTION: General  
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## ANALYSIS OF 2003-04 BUDGET

	B+C+D E Board Approved Base Budget	F Recommended Program Funded Adjustments	E+F G 2003-04 Department Request	H Vacant Position Impact	G+H I 2003-04 Proposed Budget (Adjusted)	J Recommended Vacant Restoration	I+J K 2003-04 Recommended Budget
<b>Appropriation</b>							
Services and Supplies	<u>53,115,289</u>	<u>42,823</u>	<u>53,158,112</u>	-	<u>53,158,112</u>	-	<u>53,158,112</u>
Total Operating Expense	53,115,289	42,823	53,158,112	-	53,158,112	-	53,158,112
<b>Revenue</b>							
State, Fed or Gov't Aid	<u>24,466,969</u>	<u>17,040</u>	<u>24,484,009</u>	-	<u>24,484,009</u>	-	<u>24,484,009</u>
Total Revenue	24,466,969	17,040	24,484,009	-	24,484,009	-	24,484,009
Operating Transfers In	<u>28,648,320</u>	<u>25,783</u>	<u>28,674,103</u>	-	<u>28,674,103</u>	-	<u>28,674,103</u>
Total Financing Sources	53,115,289	42,823	53,158,112	-	53,158,112	-	53,158,112

## Recommended Program Funded Adjustments

Services and Supplies	6,178	Increase in trustee/administrative fees associated with the debt.
	<u>36,645</u>	Increase in net lease payments.
	<u>42,823</u>	
Total Operating Expense	<u>42,823</u>	
State, Fed or Gov't Aid	<u>17,040</u>	Increase in SB1732 state revenues due to an increase in net lease payments.
Total Revenue	<u>17,040</u>	
Operating Transfers In	2,725,783	Increase in realignment from health care costs budget.
	<u>(2,700,000)</u>	Decrease in tobacco settlement proceeds.
	<u>25,783</u>	
Total Financing Sources	<u>42,823</u>	